PRESERVED

App. F. IX-4

Previous References 1935. (R.7.) P 5E.

File No. 120-35

Serial Nos. 1-2

Letter References. G + 25-42(1-3) Preserve

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Two

Part B for Nov 35

SUBJECT.

Amendment to para 2 of the instructions relating to the Dewan's Current Account with the Imperial Bank of India, B'lore

R(2)

Nos 48 4081 A 15-11.

WD 03607—GPB—22,530—2-8-35

To the Accountant, Imperial Bank of India, Bangalore

To the Comptroller

Banaras appeal —

Nov

FINANCIAL SECRETARIAT
4 NOV. 1935
No.

F.7
120.35-1

FINANCE DEPT.
1881
5 NOV. 1935
GENL & REV. SECTT.

U.O.No.591/Books dated 2nd November 1935.

Kind reference is invited to the instructions for operating on the Dewan of Mysore's Current Account with the Imperial Bank of India, Bangalore. It will be observed from Para 2 thereof that the Dewan's written sanction is required to be recorded upon all cheques and requisitions authorizing payments exceeding Rs30,000/-. This rule is sometimes found to be inconvenient in practical working when urgent payments exceeding Rs30,000/- have to be arranged for. Hitherto, in such urgent cases, the Bank was obliging us and acting upon my instructions pending receipt of Dewan's confirmation later. But recently, when the Bank was requested to arrange for the payment to the Eastern Bank Ltd, Bombay, of a sum of Rs3,31,606-3-6 being the equivalent of £25,000/- at 1 Sh. 6 3/32d. per rupee transferred telegraphically to London for being kept as a Fixed Deposit with Messrs. Coutts and Co., till 30th March 1936 so as to make it available for the repayment of 4% M.&. S.M.Railway Debenture Loan on 1st April 1936, the Bank was unwilling to comply with the request without the sanction of the Dewan. The Agent saw me in that connection on 29th October 1935 and told me that he was not agreeable to take the risk by exceeding the instructions provided for in the rules. I explained to him the urgency of the matter, pointed out to him that the Bank had been, as a matter of fact, complying with such urgent requisitions so far pending receipt of Dewan's confirmation and

that

that there was therefore nothing new in the matter. I also asked him not to be apprehensive about the case under reference and requested him that he might follow the usual procedure of complying with the requisitions pending subsequent confirmation by the Dewan. In spite of my assurance in the matter, the Agent felt that he would not be strictly in order if he were to arrange for the payment, but said that he would be prepared to take the responsibility in case the requisition was also signed by the Financial Secretary. It was pointed out to him that, even if the Financial Secretary were to sign the requisition, it would not in any way improve matters, but that it would only be an inconvenient precedent not covered by the rules. The Agent was, however, averse to act on the requisition without the signature of at least the Financial Secretary. As the matter was urgent and as the payment could not be put off the requisition was, as desired by the Agent, got signed by the Financial Secretary and given to him.

2. The Agent also mentioned that it would be convenient if the existing rules are modified so as to give power to the Bank to meet such emergent requisitions of the Comptroller pending subsequent confirmation by the Dewan. In the case of such telegraphic transfers, payments will have to be made immediately and there will not be sufficient time for me to submit the cases to Government and obtain the

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countersignature or the sanction of the Dewan for the payments beforehand. In order to arrange for the payments, in such and other urgent cases that might arise in the actual working, without difficulty, it appears to be necessary to modify the rules as suggested by the Agent. I therefore propose that the marginally noted sentence occurring in Para 2 of the instructions may be modified as under:-

"For all other withdrawals from the Bank, the Comptroller or one of his Gazetted Assistants authorised by him in this behalf is authorised to draw cheques or issue requisitions by means of letters for amounts not exceeding Rs.30,000/- for each cheque or requisition. No cheque or requisition shall be issued beyond the above mentioned limit without the written sanction of the Dewan recorded upon such cheques or requisitions."

"For withdrawals in other cases also, the Comptroller or one of his Gazetted Assistants authorised by him in this behalf will issue cheques or requisitions. But such cheques or requisitions, when the amount exceeds Rs.30,000/-, require the Dewan's countersignature. In emergent cases, however, the Bank may act upon the requisitions of the Comptroller without countersignature of the Dewan, provided that the Comptroller (~~and~~ not his Gazetted Assistant) certifies to the fact that the matter is urgent and he also undertakes to forward, ~~as early as practicable~~ as soon as possible to the Bank, the Dewan's confirmation for the payment as early as practicable.

3. If Government approve, the suggested amendment to the rule may as usual be communicated to the Bank through me.

Comptroller

The Financial Secretary
to the Govt. of Mysore,
with compliments.

10-11-35

MSR

11.11.35.

May be approved - This is the present practice & this may be recognised authorisations

9/11

9/11/35.

1881

General and Revenue Secretariat | File No. | of 193 | [App. F. III—2

Serial No.

Draft letter to the Imperial Bank is submitted for approval.

ZW
13-11-35

HL Secy) 13/11/35

13/11

Issue
14/11/35.

No 4036 dated 15-11-35 to the Agent, Imperial Bank of India, Bangalore (through the Comptroller)

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ZW
20-11-35
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NOTE.—Contn. Sheet.

WD 03594—GPB—30,000—18-7-35

4086 / F.7 (20.35-2--

To 13/11/35

The Agent,

Imperial Bank of India,

Bangalore.

Through

The Comptroller

Sir,

I am directed to convey the approval of Government to the following amendment to para 2 of the Instructions relating to the Dewan's current account with the Imperial Bank of India, Bangalore, referred to in Comptroller's letter No.284 Books dated 26th August 1935 and No.342 Book dated 6th September 1935 addressed to you:--

A

Para 2

"Substitute the following for the last two sentences of para 2 commencing from "For" and ending with "Requisitions":--

"For withdrawals in other cases also, the Comptroller or one of his Gazetted Assistants authorised by him in this behalf will issue cheques or requisitions. But such cheques or requisitions, when the amount exceeds Rs 30,000, require the Dewan's countersignature. In emergent cases, however the Bank may act upon the requisitions of the Comptroller without countersignature of the Dewan, provided that the Comptroller (not his Gazetted Assistant) certifies to the fact that the matter is urgent and he also undertakes to forward to the Bank the Dewan's confirmation for the payment as early as possible".

I have etc.,

13/11

Financial Secretary.

13-11-35